BEFORE

THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

DOCKET NO. 2006-169-C - ORDER NO. 2007-12

JANUARY 8, 2007

IN RE: Notification by Telrite Corporation and Accxx Communications, LLC of an Asset Purchase

Agreement.

) ORDER GRANTING

) EXPEDITED REVIEW

) AND APPROVING

) ASSET PURCHASE

) AGREEMENT

This matter comes before the Public Service Commission of South Carolina (the Commission) on the Application for Approval of an Asset Purchase Agreement (the Agreement) by Telrite Corporation and Accxx Communications, LLC (together, the Applicants), whereby Telrite will acquire substantially all of the long distance telecommunications assets of Accxx, including, but not limited to, Accxx's customer accounts in South Carolina (the acquisition).

According to the Application, the proposed transaction will consolidate the business and customer accounts of Accxx in South Carolina with those of Telrite to create a single, larger provider of telecommunications services, facilitating efficiencies to benefit all of both entities' customers. According to the Application, the acquisition will also serve to create a heightened level of operating efficiency which generally will serve to enhance the overall capacity of Telrite to compete in the marketplace and to provide telecommunications services for a greater number of consumers in South Carolina at competitive rates.

Pursuant to the instructions of the Commission's Docketing Department, the Applicants published a Notice of Filing in newspapers of general circulation in the areas of the State affected by the Application. No protests or Petitions to Intervene were filed with this Commission. Subsequently, the Applicants moved for Expedited Review of the Application and furnished the verified testimony of Darryl Davis, President of Telrite Corporation. Mr. Davis supported the allegations of the Application and noted that both Accxx and Telrite are certified carriers in South Carolina. Further, Davis testified that Telrite would provide notice to Accxx's customers of the transfer and of their right to select another telecommunications provider. Those Accxx customers who do not elect to switch carriers will be provided telecommunications services by Telrite under Telrite's South Carolina authority. While all of its present accounts in South Carolina would be transferred to Telrite pursuant to the asset purchase agreement, Accxx intends to retain its South Carolina authority and to provide service to new customers in the future pursuant to its own certification.

We grant the Motion for Expedited Review. We also approve the Application, based on the Application and the supporting verified testimony. In concert with approval of the Application, we approve the Asset Purchase Agreement. We believe that the advantages cited in the Application are true and correct, including the facilitation of efficiencies to benefit all customers, and a heightened level of operating efficiency. This will enhance the overall capacity of Telrite to compete in the marketplace and to provide telecommunications services for a greater number of South Carolina consumers at

competitive rates. We believe that approval of the Agreement is in the public interest. Telrite shall continue to follow all rules of this Commission.

Accordingly, the Application and the Asset Purchase Agreement are approved.

This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:

G. O'Neal Hamilton, Chairman

ATTEST:

C. Robert Moseley, Vice Chairman

(SEAL)